# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

UNSTARRED QUESTION NO:923
ANSWERED ON:05.08.2011
PRIVATE INVESTMENT IN AGRICULTURE AND SMALL INDUSTRY
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**Will the Minister of FINANCE be pleased to state:**

(a)whether the investment by household consisting all non-corporate investment in agriculture as well as investment by non-corporate small units in industry and services has declined and is inverse to Gross Domestic Product after the year 2002;

(b)If so, the reasons therefor and the steps taken to rectify the same;

(c)the details of investment of private corporate sector for the last five years, year-wise and category- wise; and

(d)the details of concessions like tax concessions, implicit subsidies and low interest rates granted to private corporate sector for the last five years, year-wise and category-wise?

## Answer

MINISTER OF STATE FOR FINANCE(SHRI NAMO NARAIN MEENA)

(a): The details of the investment are available for the household sector as a whole. The year on year change in investment by household sector has been fluctuating and does not show consistent decline over the years. The rate of household sector investment to GDP at current market prices has fluctuated between 10.8 percent to 13.4 percent during 2004-05 to 2009-10.

(b): Does not arise.

(c): The details of investment of private corporate sector for the last five years are as below:

| Year | Capital Formation by Private Corporate Sector (in Rs. Crore) (at 2004-05 prices) |
|---|---|
| 2005-06 | 485543 |
| 2006-07 | 578371 |
| 2007-08 | 768397 |
| 2008-09 | 546074 |
| 2009-10 | 705203 |

(d): Separate data for private corporate sector are not maintained as no distinction is made between corporate and non-corporate sectors as concessions apply to specified goods or services.